

5 In 2023, the Canadian Prime Minister said that his country's aim was to increase immigration to half a million a year. This was because the country was experiencing labour shortages and an increase in life expectancy. More workers in Canada would increase the tax revenue available to spend on pensions, and more workers would also increase consumer spending. An increase in the immigration of both skilled and unskilled workers might affect the country's car industry.

(a) Identify **two** causes of an increase in life expectancy. [2]

(b) Explain **two** ways a firm could attract skilled workers from another country. [4]

(c) Analyse how an increase in consumer spending could increase economic growth. [6]

(d) Discuss whether or not the wages of workers employed by car firms will increase in the future. [8]